

<div>UNITED STATES BANKRUPTCY COURT DISTRICT OF NEW JERSEY</div> <div>Caption in Compliance with D.N.J. LBR 9004-2(c) LARRY LESNIK RAVIN GREENBERG PC Attorneys for Plaintiff 101 Eisenhower Parkway Roseland, New Jersey 07068 (973) 226-1500 LL2031</div>	
<div>In Re: JAZZ PHOTO CORP.,</div> <div>Debtor.</div>	<div>Chapter 11</div> <div>Case No. 03-26565/MS</div>
<div>BRIAN MOORE, LIQUIDATING TRUSTEE OF JAZZ PHOTO CORP.,</div> <div>Plaintiff.</div> <div>v.</div> <div>RITTENHOUSE MARKETING INC.,</div> <div>Defendant.</div>	<div>Adv. Pro. No.</div>

**ADVERSARY COMPLAINT FOR RECOVERY
OF PREFERENTIAL PAYMENTS**

Plaintiff Brian Moore (“Moore”), Liquidating Trustee of Jazz Photo Corp. (“Jazz” or the “Debtor”), the Debtor and former Debtor-In-Possession in the within proceeding, by and through his attorneys, Ravin Greenberg PC, by way of adversary complaint against Defendant Rittenhouse Marketing Inc. (“Rittenhouse”) states the following:

JURISDICTION

1. This is an adversary proceeding seeking the entry of a money judgment against the defendant.

2. This adversary proceeding arises in and relates to the chapter 11 case of Jazz, which is now pending in this district.

3. The court has jurisdiction over this adversary proceeding pursuant to 28 U.S.C. §§157 and 1334 and 11 U.S.C. §§547 and 550.

4. This matter is a core proceeding pursuant to 28 U.S.C. §157(b)(2)(A) and (F). To the extent the claim asserted herein does not constitute a core proceeding, such claim is otherwise related to Jazz's bankruptcy proceeding, and thus this Court may hear this matter pursuant to 28 U.S.C. §157(c)(1).

5. Venue of this adversary proceeding in this District is proper pursuant to 28 U.S.C. §1409.

6. This matter arises under 11 U.S.C. §§547 and 550.

BACKGROUND

7. On May 20, 2003 (the "Commencement Date"), Jazz commenced with this Court a voluntary case under chapter 11 of Title 11, United States Code (the "Bankruptcy Code").

8. Jazz continued to operate its business and manage its properties as a debtor-in-possession pursuant to §§1107(a) and 1108 of the Bankruptcy Code after the Commencement Date, but has recently confirmed its First Amended Joint Plan of Orderly Liquidation (the "Plan").

9. On May 13, 2005, the Plan was confirmed by the Bankruptcy Court.

10. Pursuant to the terms of the Plan, Moore became Jazz's Liquidating Trustee on or about May 13, 2005 with title to all of Jazz's assets and cause of actions.

PARTIES

11. Jazz Photo Corp. is a corporate entity which most recently operated from 220 Old New Brunswick Road, Suite 103, Piscataway, NJ 08854.

12. Moore is Jazz's Liquidating Trustee.

13. Upon information and belief, Rittenhouse is a corporate entity with a business address of 400 E. Evergreen Blvd., Suite 304, Vancouver, WA 98660.

COUNT I

AVOIDANCE OF PREFERENTIAL TRANSFER

14. Moore repeats and realleges paragraphs 1 - 13 as if fully set forth herein.

15. Within 90 days of the Commencement Date, Jazz transferred to Rittenhouse a total of \$4,979.64 (the "Rittenhouse Preferential Transfers") pursuant to the following transfers:

<u>Transfer Date(2003)</u>	<u>Check Number</u>	<u>Transfer Amount</u>
1/17	16188	\$2,413.87
3/31	761611770	\$2,565.77

16. The Rittenhouse Preferential Transfers made by Jazz to Rittenhouse constitutes transfers of interest of the Debtor in property:

- (a) To or for the benefit of a creditor;
- (b) For or on account of an antecedent debt made by the Debtor before the transfers were made; and
- (c) Made while the Debtor was insolvent.

17. The Rittenhouse Preferential Transfers enabled Rittenhouse to receive more than it would receive if:

- (a) The case was a case under chapter 7 of the Bankruptcy Code;
- (b) The transfers had not been made; and
- (c) Rittenhouse received payment of such debt to the extent provided by the provisions of Title 11.

18. By reason of the foregoing, the Rittenhouse Preferential Transfers made by the Debtor to Rittenhouse are voidable by Moore pursuant to 11 U.S.C. Section 547(b).

WHEREFORE, Moore requests the entry of a judgment against Rittenhouse as follows:

- (a) Avoiding the Rittenhouse Preferential Transfers;
 - (b) Directing Rittenhouse to immediately pay Moore the sum of \$4,979.64 together with post-judgment interest thereon;
 - (c) Awarding to Moore costs, expenses and reasonable attorneys' fees;
- and
- (d) Granting such other and further relief as the Court deems just and equitable.

COUNT II

RECOVERY OF PREFERENTIAL TRANSFER

19. Moore repeats and realleges Paragraphs 1 through 18 as if fully set forth herein.

20. Upon information and belief, Rittenhouse was the initial transferee of the

Rittenhouse Preferential Transfers the person for whose benefit the Rittenhouse Preferential Transfers were made, or the beneficial transferee thereof.

21. Pursuant to 11 U.S.C. Section 550, Moore is entitled to recover the Rittenhouse Preferential Transfers, together with post-judgment interest thereon at the maximum legal rate.

WHEREFORE, Moore requests the entry of a judgment against Rittenhouse as follows:

- (a) Avoiding the Rittenhouse Preferential Transfers;
- (b) Directing Rittenhouse to immediately pay Moore the sum of \$4,979.64 together with post-judgment interest thereon;
- (c) Awarding Moore costs, expenses and reasonable attorneys' fees; and
- (d) Granting such other and further relief as the Court deems just and equitable.

Ravin Greenberg PC
Attorneys for Liquidating Trustee

Dated: May 18, 2005

By: /s/ Larry Lesnik
Larry Lesnik